

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT)	
FILING OF JUDY WATER)	CASE NO. 2011-00110
ASSOCIATION)	

ORDER

On March 24, 2011, Judy Water Association (“Judy”) applied for approval to adjust its rates pursuant to the purchased water adjustment procedure.¹

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Judy purchases water from the city of North Middletown (“North Middletown”) and the city of Mount Sterling (“Mount Sterling”).
2. Mount Sterling notified Judy that, effective May 1, 2011, its volumetric wholesale rate to Judy would increase from \$2.07 per 1,000 gallons to \$2.34 per 1,000 gallons.
3. Judy proposed a purchased water adjustment factor of \$0.22 per 1,000 gallons.
4. During the 12 months ending February 28, 2011, Judy purchased 43,344,000 gallons of water from North Middletown, and 114,342,000 gallons from Mount Sterling and sold 142,345,060 gallons. The increase in the cost of purchased water is \$30,872.34, resulting in a purchased water adjustment factor of \$0.22 per 1,000 gallons.

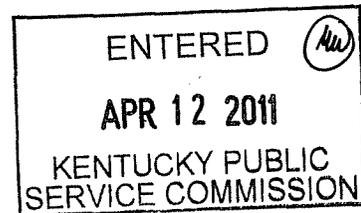
¹ KRS 278.012; 807 KAR 5:068.

5. The purchased water adjustment factor of \$0.22 per 1,000 gallons is fair, just, and reasonable and should be approved.

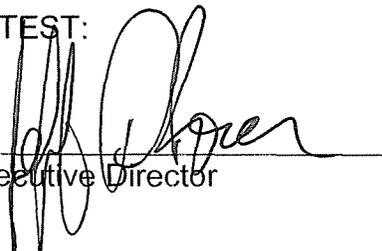
IT IS THEREFORE ORDERED that:

1. The rates proposed by Judy are approved.
2. The purchased water adjustment factor of \$0.22 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for services rendered on or after May 1, 2011.
4. Judy's proposed tariff sheet is approved.

By the Commission



ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00110 DATED **APR 12 2011**

	New Rate	Base Rate
Mount Sterling Water		
Purchases in gallons	114,342,000	114,342,000
Volumetric rate	<u>\$ 2.34 /1,000</u>	<u>\$ 2.07/1,000</u>
	\$267,560.28	\$236,687.94
 Carlisle		
Purchases in gallons	43,344,000	43,344,000
Volumetric rate	No change	No Change
	Increased water cost	\$ 30,872.34
 Increased water cost		\$ 30,872.34
Divided by gallons sold		<u>142,345,060</u>
Purchased water adjustment factor		\$0.22 per 1,000 gallons

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00110 DATED **APR 12 2011**

The following rates and charges are prescribed for the customers in the area served by Judy Water Association. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Water Rates

First	1,000 gallons	\$12.50 Minimum Bill
Next	4,000 gallons	8.13 per 1,000 gallons
Next	5,000 gallons	7.23 per 1,000 gallons
Over	10,000 gallons	6.33 per 1,000 gallons

Billy Fawns
Judy Water Association, Inc.
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